

Introduced by Senator Runner

February 18, 2005

An act to amend Section 33334.10 of the Health and Safety Code, relating to redevelopment.

LEGISLATIVE COUNSEL'S DIGEST

SB 588, as introduced, Runner. Redevelopment: low- and moderate-income housing: set aside.

Existing law requires that at least 20% of certain taxes received by a redevelopment agency be used for the purposes of increasing, improving, and preserving the supply of low- and moderate-income housing available at affordable housing cost to persons and families of low or moderate income and lower, very low and extremely low income households, as those terms are defined. Existing law requires these funds to be held in a separate Low and Moderate Income Housing Fund until used.

Existing law authorizes a redevelopment agency to adopt a plan for the expenditure of excess surplus funds accumulated in its Low and Moderate Income Housing Fund. Existing law provides that the plan may be general and need not be site specific but requires the plan to include objectives respecting the number and type of housing to be assisted.

This bill would authorize the plan for the expenditure of these excess surplus funds to also include objectives respecting the economic development or transportation infrastructure to be assisted.

Vote: majority. Appropriation: no. Fiscal committee: no.
State-mandated local program: no.

The people of the State of California do enact as follows:

SECTION 1. Section 33334.10 of the Health and Safety Code is amended to read:

33334.10. (a) Except as otherwise provided in this subdivision, not later than six months following the close of any fiscal year of an agency in which excess surplus accumulates in the agency's Low and Moderate Income Housing Fund, the agency may adopt a plan pursuant to this section for expenditure of all moneys in the Low and Moderate Income Housing Fund within five years from the end of that fiscal year. The plan may be general and need not be site-specific, but shall include objectives ~~respecting that may include~~ the number and type of housing, ~~the economic development, or transportation infrastructure~~ to be assisted, identification of the entities, ~~which that~~ will administer the plan, alternative means of ensuring the affordability of housing units for the longest feasible time, as specified in subdivision (e) of Section 33334.3, the income groups to be assisted, and a schedule by fiscal year for expenditure of the excess surplus.

(b) The agency shall separately account for each excess surplus either as part of or in addition to a Low and Moderate Income Housing Fund.

(c) If the agency develops a plan for expenditure of excess surplus or other moneys in the Low and Moderate Income Housing Fund, a copy of that plan and any amendments thereto shall be included in the agency's annual report required by Article 6 (commencing with Section 33080).